HOSPITAL REIMBURSEMENT - OUTPATIENT SERVICES

Issue Date: March 10, 2000 Authority: 32 CFR 199.14(a)(3)

I. APPLICABILITY

This policy is mandatory for reimbursement of services provided by either network or non-network providers. However, alternative network reimbursement methodologies are permitted when approved by TMA and specifically included in the network provider agreement.

II. ISSUE

How are outpatient hospital services to be reimbursed?

III. POLICY

A. Since there is not a payment reimbursement system developed for outpatient hospital services, billed charges are used in the payment of such services.

B. Exceptions to the POLICY in paragraph III.A. above:

When the claim has sufficient HCPCS (Levels - I, II, III) coding information, services are to be processed using existing allowable charges. These services could include professional services that have CMAC pricing (Chapter 5, Section 2); ambulance services, durable medical equipment (DME) and supplies, and oxygen and related supplies that have area prevailing charges (Chapter 5, Section 1); and anesthesia services that have a allowable charges (Chapter 1, Section 9).

- 1. When sufficient coding information is provided, outpatient hospital services including emergency services, clinical laboratory services, rehabilitation therapy, venipuncture, and radiology services are paid using existing allowable charges. Such services are reimbursed under the allowable charge methodology that would also include the CMAC rates. In addition, venipuncture services provided on an outpatient basis by institutional providers other than hospitals are also paid on this basis.
- 2. Ambulatory Surgical Center services are to be reimbursed in accordance with Chapter 9, Section 1.

C. Outpatient hospital services including professional services, provided in the state of Maryland are paid at the rates established by the Maryland Health Services Cost Review Commission (HSCRC). Since hospitals are required to bill these rates, reimbursement for these services is to be based on the billed charge.

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